

COMMERCIAL AND INDUSTRIAL PROPERTY TAX REPLACEMENT

Prior Law _____

None.

New Provisions _____

Beginning with the fiscal year beginning July 1, 2014, a county may make a claim to the Department for an amount equal to the total amount of the commercial and industrial property tax replacement claims ("replacement claims") made by the taxing districts located within the county. Generally speaking, the replacement claim is the tax lost by a taxing district as a result of the rollback of the commercial property and industrial property.

For each fiscal year beginning on or after July 1, 2014, the Department will receive a general fund appropriation to pay all replacement claims for the fiscal year in which the claims are made.

For fiscal years beginning on or after July 1, 2017, the appropriation cannot exceed the total amount of money necessary to pay all replacement claims for the fiscal year beginning July 1, 2016. If the amount appropriated to the Department is not sufficient to pay all replacement claims, the Department is required to prorate the payment of replacement claims to the county treasurer and notify the county auditors of the pro rata percentage.

Section Amended _____

Section 20 of 2013 Iowa Acts Senate File 295 creates new Code section 441.21A, Code 2013.

Effective Date _____

Effective June 12, 2013 for assessment years beginning on or after January 1, 2013.